5/003/052

TRUST LANDS
ADMINISTRATION
Approve
Deny

Mineral Actions
Page M-1

CANCELLATION OF MINERAL MATERIAL PERMIT ML 48357-MP; FUND:MH

Mineral Materials Permit ML 48357-MP was approved October 13, 1999, for a one year term ending October 31, 2000, as to the following described trust lands.

ML 48357-MP

T13N, R16W, SLB&M

Box Elder County

Jeffrey L. Sagers

Sec. 22: SW4

200.00 acres

2016 S. Montana Ave.

Sec. 27: NE4NW4

Provo, UT 84606

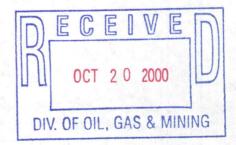
The applicant originally represented to the agency that he would mine quartize aggregate from the permit lands. During the course of the year, however, the Permittee mined flagstone rather than aggregate. The mining of flagstone by the Permittee is of concern because such material has a higher value than aggregate.

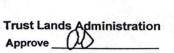
Paragraph 5 of the terms and conditions of ML 48357-MP provides that the Trust Lands Administration may terminate the contract for any reason, whatsoever, after giving the Permittee 30 days notice by registered mail. Accordingly, on August 4, 2000, the Trust Lands Administration notified Jeffrey L. Sagers, Permittee, by registered mail, that ML 48357-MP would be terminated in thirty days.

On September 4, 2000, Mr. Sagers met with Tom Faddies, Dawn Soper and John Blake of the Trust Lands Administration to discuss the matter. It was decided that ML 48357-MP should be terminated pursuant to the August 4, 2000, notification. It was also decided that following the resolution of outstanding royalty issues, the Trust Lands Administration will consider issuance of a new permit to Mr. Sagers providing for the removal of both flagstone and aggregate.

Mr. Blake recommends that the Director approve the cancellation of ML 48357-MP, pursuant to Paragraph 5 of the permit.

(A new mineral materials permit for quartzite and building stone in the lands may be recommended for approval in the near future.)







10/18/2000 **Accounting Actions** Page A-1

5/003/052

Cancelled MINERAL LEASE Leases:

Approve

Deny_

The following MINERAL LEASE leases are those not paid on or before the cancellation date of 10/10/2000. Certified notices

Lessee Name	Class	Nbr	Sufix	Bene Abrev	County Abrev	Contract Type
COASTAL OIL & GAS USA LP	ML	44371.0		SCH	DUCH	OIL GAS &
GARY C THOMPSON	ML	45357.0		SCH	UINT	METALLIFEROUS
PAUL T WALTON 1990 REVOCABLE TRUST	ML	45689.0		SCH	CARB	OIL GAS &
JEFFREY L SAGERS	ML	46649.0		МН	вох	BUILDING/LIMESTON
CLIFFORD GREEN	ML	47696.0		SCH	TOOL	METALLIFEROUS
DAN E WIXOM	ML	48320.0		SCH	вох	METALLIFEROUS
DAN E WIXOM	ML	48321.0		SCH	вох	METALLIFEROUS

Mr. C. Gritzmacher, Budget Manager, recommends that the director approve the cancellation of the above-listed leases for non-payment.

